

Caution: DRAFT FORM

This is an advance proof copy of an IRS tax form. It is subject to change and OMB approval before it is officially released. You can check the scheduled release date on our web site (www.irs.gov).

If you have any comments on this draft form, you can submit them to us on our web site. Include the word DRAFT in your response. You may make comments anonymously, or you may include your name and e-mail address or phone number. We will be unable to respond to all comments due to the high volume we receive. However, we will carefully consider each suggestion. So that we can properly consider your comments, please send them to us within 30 days from the date the draft was posted.

**Empowerment Zone and Renewal
Community Employment Credit**

▶ Attach to your tax return.

2004Attachment
Sequence No. **99**

Name(s) shown on return

Identifying number

Part I Current Year Credit

1	Enter the total qualified wages paid or incurred during calendar year 2004 only (see instructions)												
a	Qualified empowerment zone wages \$ X 20% (.20)	1a											
b	Qualified renewal community wages \$ X 15% (.15)	1b											
2	Add lines 1a and 1b. You must subtract this amount from your deduction for salaries and wages	2											
3	Form 8844 credits from pass-through entities:												
	<table><tr><td>If you are a—</td><td>Then enter the total of the current year credits from—</td></tr><tr><td>a Shareholder</td><td>Schedule K-1 (Form 1120S), box 13, code G, H, or M</td></tr><tr><td>b Partner</td><td>Schedule K-1 (Form 1065), box 15, code G, H, or M</td></tr><tr><td>c Beneficiary</td><td>Schedule K-1 (Form 1041), line 14</td></tr><tr><td>d Patron</td><td>Written statement from cooperative</td></tr></table>	If you are a—	Then enter the total of the current year credits from—	a Shareholder	Schedule K-1 (Form 1120S), box 13, code G, H, or M	b Partner	Schedule K-1 (Form 1065), box 15, code G, H, or M	c Beneficiary	Schedule K-1 (Form 1041), line 14	d Patron	Written statement from cooperative	3	
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b Partner	Schedule K-1 (Form 1065), box 15, code G, H, or M												
c Beneficiary	Schedule K-1 (Form 1041), line 14												
d Patron	Written statement from cooperative												
4	Add lines 2 and 3	4											
5	Empowerment zone and renewal community employment credit included on line 4 from passive activities (see instructions)	5											
6	Subtract line 5 from line 4	6											
7	Passive activity credit allowed for 2004 (see instructions)	7											
8	Carryforward of empowerment zone and renewal community employment credit to 2004	8											
9	Carryback of empowerment zone and renewal community employment credit from 2005 (see instructions)	9											
10	Current year credit. Add lines 6 through 9. (S corporations, partnerships, estates, trusts, and cooperatives, see instructions.)	10											

Part II Allowable Credit

11	Regular tax before credits:		
	• Individuals. Enter the amount from Form 1040, line 43		
	• Corporations. Enter the amount from Form 1120, Schedule J, line 3; Form 1120-A, Part I, line 1; or the applicable line of your return.		
	• Estates and trusts. Enter the sum of the amounts from Form 1041, Schedule G, lines 1a and 1b, or the amount from the applicable line of your return		
12	Alternative minimum tax:		
	• Individuals. Enter the amount from Form 6251, line 35		
	• Corporations. Enter the amount from Form 4626, line 14		
	• Estates and trusts. Enter the amount from Form 1041, Schedule I, line 56		
13	Add lines 11 and 12	13	
14a	Foreign tax credit	14a	
b	Credits from Form 1040, lines 46 through 49 and 51 through 53	14b	
c	Possessions tax credit (Form 5735, line 17 or 27)	14c	
d	Credit for fuel from a nonconventional source	14d	
e	Qualified electric vehicle credit (Form 8834, line 20)	14e	
f	Add lines 14a through 14e	14f	
15	Net income tax. Subtract line 14f from line 13. If zero, skip lines 16 through 22 and enter -0- on line 23	15	
16	Net regular tax. Subtract line 14f from line 11. If zero or less, enter -0-	16	
17	Tentative minimum tax (see instructions)	17	
18	Enter 25% (.25) of the excess, if any, of line 16 over \$25,000 (see instructions)	18	
19	Multiply line 17 by 75% (.75)	19	
20	Enter the greater of line 18 or line 19	20	
21	Subtract line 20 from line 15. If zero or less, enter -0-	21	
22	General business credit (other than the New York Liberty Zone business employee credit) (see instructions)	22	
23	Subtract line 22 from line 21	23	
24	Credit allowed for the current year. Enter the smaller of line 10 or line 23 here and on Form 1040, line 54; Form 1120, Schedule J, line 6d; Form 1120-A, Part I, line 2; Form 1041, Schedule G, line 2c; or the applicable line of your return. If line 23 is smaller than line 10, see instructions	24	